

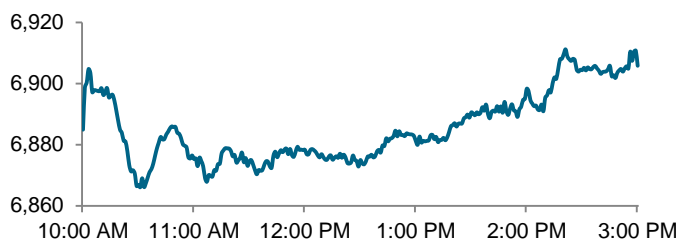
DAILY MARKETS OVERVIEW

السعودي الفرنسي كابيتال
Saudi Fransi Capital
تميز في الخدمة، تفوق في الأداء



OCTOBER 26, 2017

TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	6,906	0.3	-1.5	-4.2	16.5
Saudi (NOMU)	3,010	0.0	-0.2	NA	NA
Energy	3,815	1.6	-4.7	-23.3	18.4
Materials	4,711	0.9	-0.2	-5.5	19.3
Capital Goods	4,132	0.6	-1.1	-17.2	13.5
Com. & Prof. Svc	4,250	-0.4	-2.3	-15.8	18.9
Transportation	3,828	0.0	-1.5	-24.9	13.8
Cons. Durables & Apparel	4,077	-0.2	-1.9	-12.2	NA
Consumer Services	4,046	0.6	-3.5	-16.3	12.3
Media	8,020	-0.2	-3.4	56.6	NA
Retailing	5,693	-1.0	-4.5	15.9	18.0
Food & Staples Retailing	5,499	0.8	1.5	8.8	23.8
Food & Beverages	4,945	0.0	-2.7	0.9	NA
Health Care Equipment	4,391	-0.4	-1.7	-12.5	23.9
Pharma, Biotech & Life Science	3,905	0.7	-2.0	-27.5	9.8
Banks	5,229	-0.4	-1.4	2.8	10.7
Diversified Financials	4,324	0.8	-1.7	-13.3	NA
Insurance	4,852	0.6	-1.9	-1.2	14.9
Telecommunication	4,103	-1.1	-4.7	-18.0	14.8
Utilities	5,041	3.5	-1.9	3.7	10.8
REITs	4,719	-1.5	-4.6	-5.6	NA
Real Estate	4,253	1.6	-1.5	-15.2	NA

Sources: Bloomberg, Reuters

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Tabuk Cement Co.	11.78	9.9%	18.4
Northern Region Cement Co.	10.01	7.6%	52.4
Al Jouf Cement Co.	7.73	6.6%	32.1
Hail Cement Co.	9.04	5.9%	16.4
Saudi Electricity Co.	23.54	4.7%	50.3

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	YoY %	Q EPS (SAR)	Vs. Consensus
Saudi British Bank	25-Oct	Q3 17	1,083.0	8.8	0.72	MEET
Arab National Bank	25-Oct	Q3 17	775.5	7.5	0.78	MEET
National Industrialization Co.	25-Oct	Q3 17	191.6	77.6	0.29	BEAT
Saudi International Petrochemical Co.	25-Oct	Q3 17	121.6	NA	0.33	BEAT
Arriyadh Development Co.	25-Oct	Q3 17	45.6	22.9	0.34	NA

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of October 26, 2017
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- The TASI closed 0.3% higher at 6,906 on Wednesday. The NOMU ended flat at 3,010. TASI traded value totaled SAR 2.2bn and averaged SAR 2.8bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 44.8% of the daily traded value.
- Banks ended 0.4% lower while Materials ended 0.9% higher. Telecom closed 1.1% lower. Utilities (up 3.5%) was the best performer. Among stocks, Tabuk Cement Co. (3090/TACCO AB), Northern Region Cement Co. (3004/NORTHCEM AB), and Al Jouf Cement Co. (3091/JOUF AB) led gainers.
- According to data issued by the General Authority for Statistics, the real estate price index declined 6.3%Y/Y in 3Q17 from 90.7 points to 84.9 points. The real estate index includes the agricultural sector, the residential sector, and the commercial sector. The commercial, residential and agriculture prices declined by 8.9%, 5.4%, 0.8% respectively. (Source: Argam)
- The Public Investment Fund's Managing Director told Bloomberg the fund aims to have assets of at least USD 2tn (SAR 8tn) under management by 2030. He added the fund would use leverage to boost returns (target of 8–9%). (Source: Gulf Base)
- Saudi Arabian Oil Company's CEO told Reuters the company would finalize plans for a joint oil-to-chemicals project with Saudi Basic Industries Corp. (2010/SABIC AB) by the end of 2017. The project is crucial to plans for a chemicals complex costing USD 20bn (SAR 75bn) or more, and would be the first major scheme involving the two state giants. (Source: Trade Arabia)
- Saudi Arabian Mining Co. (1211/MAADEN AB) signed a supply contract with Bangladesh Agricultural Development Corp. for phosphate fertilizer. Accordingly, MAADEN would supply diammonium phosphate fertilizer in 2018. (Source: Gulf Base)
- Citing China-based JD.com Inc.'s (JD US) senior executive official, Reuters reported the company seeks to collaborate with the Saudi government, in line with its plan to invest in MENA. (Source: Mubasher)
- Mobile Telecommunications Co. Saudi Arabia (7030/ZAINKSA AB) announced its subscriber base fell 20% Y/Y to 8.6mn in 3Q17, in line with a decline in the number of users across the local market. (Source: Argam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Mobile Telecommunications Co. Saudi Arabia	6.62	-9.9%	74.4
Etihad Etisalat Co.	13.31	-4.9%	25.5
Fawaz Abdulaziz AlHokair Co.	37.26	-4.5%	8.2
Middle East Healthcare Co.	52.60	-4.4%	151.9
Ace Arabia Cooperative Insurance Co.	25.01	-4.3%	28.9

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Alinma Bank	17.36	0.6%	311
Saudi Basic Industries Corp.	98.45	0.9%	237
Middle East Healthcare Co.	52.60	-4.4%	152
Al Rajhi Bank	64.33	-0.3%	139
Dar Alarkan Real Estate Development Co.	7.31	-1.8%	129

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	3,665	0.7	-0.2	3.8	24.1
Abu Dhabi (ADX)	4,499	0.1	-0.1	-1.0	12.1
Kuwait (KSE)	6,621	0.3	-0.2	15.2	18.1
Qatar (QE)	8,125	0.2	-0.6	-22.2	13.1
Oman (MSM)	4,999	-0.7	-1.3	-13.6	12.0
Bahrain (BSE)	1,278	0.2	0.0	4.8	7.2
DJMENA Index	515	0.3	-0.6	-1.0	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,557	-0.5	-0.7	14.2	21.7
US (NASDAQ 100)	6,564	-0.5	-1.0	21.9	24.7
UK (FTSE 100)	7,447	-1.1	-1.0	4.3	24.5
Germany (DAX)	12,953	-0.5	-0.3	13.1	18.1
France (CAC 40)	5,375	-0.4	0.0	10.5	18.7
Russia (MICEX)	2,049	-0.6	-1.1	-7.1	7.6
Japan (Nikkei)	21,708	-0.4	1.2	13.4	19.5
Hong Kong (HSI)	28,303	0.5	-0.6	28.6	14.1
South Korea (KOSPI)	2,493	0.1	0.1	23.0	11.9
China (SHCOMP)	3,397	0.3	0.5	9.4	17.8
India (NIFTY)	10,295	0.9	1.5	25.8	23.8
Brazil (IBOV)	76,671	0.4	0.4	27.3	23.9
Turkey (BIST 100)	1,08,355	1.1	-0.1	38.7	10.3
Egypt (EGX30)	13,901	-0.2	1.4	12.6	9.9
MSCI Emerging Markets	1,114	0.1	-0.5	29.2	16.3
MSCI World	2,023	-0.4	-0.6	15.5	21.2

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	58.4	0.2	1.2	2.9	15.1
Natural Gas (\$/mmbtu)	2.9	-1.8	0.1	-19.0	-9.5
Gold (\$/oz)	1,277	0.0	-0.2	10.9	0.3
Silver (\$/oz)	17.0	0.4	-0.5	6.5	-4.5
Platinum (\$/oz)	924	0.1	0.1	2.3	-4.2
Copper (\$/t)	6,984	-0.4	0.9	26.4	47.9
Zinc (\$/t)	3,269	0.7	3.7	27.8	38.8
Lead (\$/mt)	2,486	-0.7	-0.7	25.2	20.1
Wheat (\$/bu)	436	-0.6	2.2	-6.3	-10.7
Corn (\$/bu)	351	-0.5	1.9	-7.6	-9.3
Sugar (\$/lb)	14.2	-0.7	1.3	-23.7	-31.3

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	1.37	0.00	0.37	0.00
Saudi Arabia	1.80	0.00	-0.24	0.42
UAE	1.57	0.00	0.10	0.20
Kuwait	1.75	0.00	0.31	0.38
Qatar	2.49	0.02	0.71	1.12
Bahrain	2.45	0.00	0.35	1.08

Source: Reuters

NOTES: (1) Prices updated as of October 26, 2017 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable

GCC & Global Markets Update

- US markets ended in red on Wednesday. The S&P 500 and NASDAQ both declined 0.5%. Dow Jones Industrial ended 0.5% lower as well. In Europe, the UK closed 1.1% lower while Germany and France ended 0.5% and 0.4% lower respectively.
- Asian markets are trading mixed on Thursday. China and Japan are up by 0.5% and 0.2% respectively. South Korea is trading flat while Hong Kong is down by 0.2%. India is down by 0.1% in morning trade.
- GCC markets ended in green, except for Oman, on Wednesday. Dubai and Abu Dhabi closed 0.7% and 0.1% higher respectively. Kuwait and Qatar gained 0.3% and 0.2% respectively. Oman ended 0.7% lower while Bahrain ended 0.2% higher.
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended October 20 stood at 0.9mn barrels (prior: -5.7mn barrels). (Source: Econoday)
- Change in UK's GDP for 3Q17 stood at 0.4% Q/Q, 1.5% Y/Y (prior: 0.3% Q/Q, 1.5% Y/Y; consensus: 0.3% Q/Q, 1.4% Y/Y). (Source: Econoday)
- Abu Dhabi's non-oil foreign merchandise trade fell 5.3% Y/Y to AED 107bn (USD 29.3bn) in the first eight months of 2017 from AED 113bn (USD 30.9bn), according to data from the Statistics Centre of Abu Dhabi. (Source: Mubasher)
- Dubai Electricity and Water Authority's CEO announced the agency has raised AED 2.4bn (USD 653mn) so far for its Green Fund. However, the fund would eventually be worth AED 100bn (USD 27.2bn). (Source: Gulf Base)
- Kuwait News Agency reported that Kuwait Authority for Partnership Projects, in collaboration with Kuwait Municipality, awarded contracts to five major consortia, which are being led by key regional players in the construction sector, for the development of a workers' city in the South Jahra region. (Source: Trade Arabia)
- Saudi Arabia-based Islamic Development Bank's (IDB) CFO and VP Finance marked the listing of a USD 1.2bn (AED 4.6bn) sukuk on Nasdaq Dubai. The listing supports the social advancement and economic development goals of IDB. (Source: Trade Arabia)
- Manazel Real Estate (MANAZEL UH) would build four schools within its residential developments, in line with its strategy to develop fully integrated residential clusters in the UAE. The company would construct schools at its Al Reef and Ghantoot Hotel & Resort projects. (Source: Arabian Business)
- According to a statement from the Chief Minister of Andhra Pradesh, India, Kuwait's Al Arfaj Group signed a memorandum of understanding with Andhra Pradesh's Economic Development Board to construct a 600,000 barrels per day oil refinery and a 10mn tons per year liquefied natural gas (LNG) terminal in Andhra Pradesh. (Source: Gulf Base)
- Gulf Navigation Holding's (GULFNAV UH) CEO told Al Bayan the company assigned AED 550mn (USD 150mn) for new acquisitions inside and outside the UAE. (Source: Mubasher)

Coming Up

- Change in Japan's CPI for the month of September (prior: 0.2% M/M, 0.7% Y/Y) will be announced today. (Source: Econoday)
- US jobless claims for the week ended October 21 (prior: 222K; consensus: 235K) will be announced today. (Source: Econoday)
- Change in US Real GDP for 3Q17 (prior: 3.1% Q/Q; consensus: 2.5% Q/Q) will be announced tomorrow. (Source: Econoday)

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26 OCTOBER 2017

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